

NEW ORLEANS FIRE FIGHTER'S PENSION AND RELIEF FUND

**William M. Carrouche
Board President**

**Richard J. Hampton, Jr.
Secretary-Treasurer**

SUBJECT:

**Board of Trustees Regular Meeting
Fire Fighter's Pension & Relief Fund**

TIME, DATE, AND PLACE:

**9:30 a.m. on Wednesday April 5, 2006
3520 General DeGaulle Suite 3001
New Orleans, Louisiana 70114**

Secretary-Treasurer Richard J. Hampton, Jr. called the meeting to order. The following members of the Board of Trustees were present: Richard J. Hampton, Jr., William Carrouche', Wallace Bailey, Terrell Hampton and Alan Melancon.

Absent: Reginald Zeno, Charles Parent, Keith Noya, Nicholas Felton and Darryl Klumpp.

Total as follows: Five (5) members present and five (5) members absent. A quorum being present, the Secretary-Treasurer declared the meeting duly convened to conduct business.

**Also present: Pam Meyer, Assistant Administrator
Louis Robein, Board Attorney**

REFUND OF CONTRIBUTIONS

Darrick Jones Sr. Daniel Haydel

Motion by Bailey and second by T. Hampton to approve refund.

No Objections.

CHANGE OF BENEFICIARY

None

NEW APPLICATIONS

Milton Dauterive-New Fund-Fire District Chief-Age: 57-38 years of service. Application for a 50% Service Connected Disability Pension effective April 12, 2006.

Motion by Melancon and second by R. Hampton to approve a 50% Service Connected Disability Pension effective April 12, 2006. No Objections.

George Vockroth-New Fund-Fire Operator-Age: 50-14 years of service. Application for a 50% Service Connected Disability Pension effective April 12, 2006.

Motion by Melancon and second by Bailey to approve a 50% Service Connected Disability Pension effective April 12, 2006. No Objections.

Alvin D. Munch, Jr.-New Fund-Fire Captain-Age: 56-36 years of service. Application for a 50% Service Connected Disability Pension effective April 21, 2006.

Motion by R. Hampton and second by T. Hampton to approve a 50% Service Connected Disability Pension effective April 21, 2006. No Objections.

Donald C. Gratia-New Fund-Fire District Chief-Age: 55-36 years of service. Application for a 50% Service Connected Disability Pension effective April 12, 2006.

Motion by Melancon and second by R. Hampton to approve a 50% Service Connected Disability Pension effective April 12, 2006. No Objections.

Melvin H. Smith Jr.-New Fund-Fire Fighter-Age: 57-27 years of service. Application for a 66 2/3% Service Connected Disability Pension effective April 15, 2006.

Motion by T. Hampton and second by R. Hampton to deny the 66 2/3% Service Connected Disability Pension and grant a 50% Service Connected Disability Pension effective April 15, 2006 and notify member of appeal rights. No Objections.

CONVERSION FROM DROP TO REVERSE DROP

None

DROP WITHDRAWALS: Effective April 30, 2006

None

DROP APPLICATIONS: Effective retroactive to September 1, 2005

Paul M. Andrieu, Jr.-Fire District Chief-Age: 55-31 years of service.

Motion by R. Hampton and second by Carrouche to approve DROP applications.

No Objections.

MOTION BY BAILEY AND SECOND BY MELANCON TO TERMINATE, EFFECTIVE MAY 1, 2006, THE KATRINA-RELATED EXTENSION OF TIME AFFORDED TO ELIGIBLE PARTICIPANT'S FOR DROP APPLICATION. FOLLOWING MAY 1, 2006 THE DROP REGULATIONS R. S. 3385.1 RELATING TO APPLICATIONS SHALL BE FULLY APPLICABLE.

NO OBJECTIONS.

WIDOW'S APPLICATION

Mrs. Lionel A. Persica-Application for a Line of Duty Widow's Benefit effective retroactive to March 1, 2006.

Motion by Melancon and second by Bailey to approve a Line of Duty Widow's Benefit effective retroactive to March 1, 2006.

No Objections.

Mrs. Elwin Grossnickle-Application for a Line of Duty Widow's Benefit effective April 1, 2006.

Motion by Bailey and second by Carrouche to approve a Line of Duty Widow's Benefit effective April 1, 2006.

No Objections.

Mrs. Paul Harris-Application for a Line of Duty Widow's Benefit effective retroactive to March 1, 2006.

Motion by Bailey and second by T. Hampton to approve a Line of Duty Widow's Benefit effective retroactive to March 1, 2006.

No Objections.

REPORTS OF DEATH:

Pensioners:

Ward Breaux-died 3/16/2006 -With widow and no minor children. Ent. Dept. 3/4/74-21 years of service. Retired: 7/17/1995-10 years on pension. Age: 64

Paul Harris-died 2/26/2006-With widow and no minor children. Ent. Dept. ? Retired: 9/1/1988-17 years on pension. Age: 72

Widows:

None

Motion by Bailey and second by Melancon to remove from rolls.

No Objections.

NEW BUSINESS

Theresa Ohlsson-received medical documentation on handicapped daughter of John Ohlsson.

Mrs. Elaine Jochim needs an emergency withdrawal of \$3,000.00.

Motion by T. Hampton and second by Melancon to approve emergency withdrawal.

No Objections.

Received 2005 Appropriation for New System.

INVESTMENTS

Motion by Melancon and second by T. Hampton to negotiate Lease and Property

Restoration with contractor using Lakewood Property.

No Objections.

Vicknair still pending in Supreme Court.

Overtune Court of Appeals decision to grant benefit

Court of Appeals

Cook attorney fees

Motion by Klumpp and second by Melancon to allow Richard Martinez to take Discovery on Falconhead (Fire Eagle) Investment.

No Objections.

FAAF - 8:00 p.m. Teleconference with Bob, Louis and Alix

-2 Phase Contract

-Investigation

-Liquidation

-Contract with Ryan Tang (Chinese lawyer) and Alix Scmayda

-Klausner met with two attorneys from SEC.

-May have standing due to Cutler Domestic SEC Investor

-Redfearn Firm to pursue Domestic Litigation to file in Louisiana.

Louis and Farrel Crane of Orleans Capital Management Energy Fund made a presentation to the Board.

OSX-Trades @ 25 times P/E vs 19 times S & P

EPS expected to increase by 43%

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INVESTMENTS (cont'd)

IXE- Trades @ 11.5 times

-P/E projected @ 10% increase

Chart shows that @ \$40/ barrel and greater, stock value rose dramatically.

Orleans portfolio

Trailing P/E for past 12 months is 19

Projected P/E for next 12 months is 17.

Projected increase for the next 12 months is 82%. (44% if weighed by Cap)

Conservative growth projection of 25% would result in 10.1% return.

Orleans Capital

Predications of Supply/Demand are proving accurate.

-Simmons still #` in market.

-Summary of Investment Summary

Relative Performance

Oil price futures @ \$65/barrel through 12/31/06.

Decline rates in supply and resulting demand

-We want to be invested in those companies working to meet the Gap of Supply and demand.

Portfolio allocation.

-Contains 10% allocation to Emerging Energy Technologies

-Most are not economic (e.g. Solar Panels)

Outlook Energy Opportunities

More Data points confirming Investment Thesis

Sector not overweighted in S & P @ 9.5% vs 27% in 1979.

Total Fund up 2.4% and 4.7% Year to date.

Panther Partners liquidation by 5/2006 \$3.1M

Clinton-New Product-A & B shares

-12% guaranteed return in a "A" shares with 1 year commitment.

-Long/short Global Strategy

-\$100M- 90% A & 10% B

INVESTMENTS (cont'd)

High Yield Search

- Loomis performance down
- SMH numbers very good
- 557 MF and 120 Sep. Accounts
- Screens
- return

Motion by Klumpp and second by Bailey to terminate contract with Loomis and notify to stop trading all positions. No Objections.

Motion by Klumpp and second by Bailey to hire SMH and Fund @ \$10M and allow SMH to transition portfolio. No Objections.

International Equity Screens

- Coming LED Mutual Fund strategies
 - narrowed to 3 Funds
- Need to review screens and look at additional managers.

Presentation-First NBC-210 Baronne (\$3M building)

Ashton Ryan and David Anderson

91-98 NBC \$15 to \$150

99-2005 First Bank and Trust \$7-8M to \$200M

\$35 - \$40 Million Equity (\$10M raised by private individuals- range \$100,000 - \$200,000 - \$500,000 - \$3M)

- Initial Shares @ \$10.00
- May add \$40M traunch from Lehman Brothers @ \$11 per share
- Plan to grow to \$400 - \$500 million
- Estimated to go public in 3 to 4 years
- First time home buyers loans
- take down 1,000 tracks
- SBA Loans with 75% to 80% guarantees
- Bridge Loans
- Target Craft Unions ans First Responders
- 9 branches in 3 years- Metro New Orleans
- USDA "Go Zone" Loans

INVESTMENTS (cont'd)

First NBC

-Deposits

- Relationships with non-profits**
 - offer 4% on CD's**
- 25 Whitney customers/share holders**
- 50 - 60 ATM Market**
- Courier Service**
- Sell Loan participants**
- Keep Home Improvement Loans**
- Partner with Standard Mortgage for 15 years plus amortization**
- Keep mortgages under 15 years**
- Start with 33 employees**
 - 150 after 3 years.**

Return- 25% - 30% return on Equity

- Earnings- Accrue 15% Equity**
 - Pay out 7.5% dividend after first years.**
- Appreciation - Go Public**
 - Build up earnings multiple**
- 65 % Commercial**
 - All Loans over \$1M, Ashton will sign off on**
- Raise \$10M - \$15M from Institutional Investors**

Risk Mitigation

- FDIC as watchdog and regulator**
- External auditors (Ernest & Young)**
- Rated 1 in compliance**

Motion by Klumpp and seconded by Bailey to approve investment in FNBC for \$3.5 M
No Objections

NOTICE

TIMELY FILING OF APPLICATIONS

All members applying for Pension, for DROP or for PLOP must do so 45 days in advance of the scheduled retirement date. All medical documentation for disability applications must be in the administrative office 45 days prior to the scheduled retirement date. Failure to comply with the Fund's rules will cause a delay in the Board taking action and will probably force an extension beyond the member's desired retirement date.

The Administrative Office will continue to process all paperwork in a friendly, orderly and timely fashion. We thank all applying members for their continued cooperation. This will enable the Administrative Office and the Board of Trustees to do their jobs much more efficiently.

Members who have recently changed their marital status and have not updated their Beneficiary form may choose to do so at this time. Please contact the Pension Office during the hours of 10:00 a.m. to 2:00 p.m. for beneficiary verifications. Your cooperation will be most appreciated.

There being no further business the meeting was adjourned at 4:00 p.m. The next Regular Meeting of the Board of Trustees will be on Wednesday May 10, 2006.

**Richard J. Hampton, Jr.
CEO/Secretary-Treasurer**